

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 0361-02  
Bill No.: SB 24  
Subject: Administrative Rules; Health Care; Insurance - Medical; Insurance Department  
Type: Original  
Date: January 16, 2001

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON STATE FUNDS</b>			
FUND AFFECTED	FY 2002	FY 2003	FY 2004
None			
<b>Total Estimated Net Effect on <u>All</u> State Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
FUND AFFECTED	FY 2002	FY 2003	FY 2004
None			
<b>Total Estimated Net Effect on <u>All</u> Federal Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON LOCAL FUNDS</b>			
FUND AFFECTED	FY 2002	FY 2003	FY 2004
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

Numbers within parentheses: ( ) indicate costs or losses.  
 This fiscal note contains 3 pages.

**FISCAL ANALYSIS**

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**ASSUMPTION**

Officials from the **Department of Social Services**, the **Department of Conservation**, and the **Department of Public Safety - Missouri State Highway Patrol** assume this proposal would not fiscally impact their agencies.

**Missouri Consolidated Health Care Plan (HCP)** officials state the proposal would require some administrative cost to the carriers which may be passed along in the premiums. However, HCP states any impact should be minimal.

Officials from the **Department of Insurance (INS)** state they anticipate that current appropriations would be able to absorb the expense of task force meetings, etc. but depending on the number of meetings and locations INS may need to request an increase to cover costs.

**Department of Transportation (DHT)** officials did not respond to our fiscal impact request. However, in responding to a similar request last session, DHT assumed no fiscal impact.

Officials from the **Department of Corrections (DOC)** did not respond to our fiscal impact request. However, in responding to a similar request in a past session, DOC assumes no fiscal impact.

<u>FISCAL IMPACT - State Government</u>	FY 2002 (10 Mo.)	FY 2003	FY 2004
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2002 (10 Mo.)	FY 2003	FY 2004
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

**FISCAL IMPACT - Small Business**

Small health carriers may be fiscally impacted to the extent that they would incur additional administrative costs as a result of the requirements of this proposal.

DESCRIPTION

This proposal would require health insurance carriers to use standardized forms for the explanation of benefits and referrals. Health carriers would be required to use the explanation of Medicare Benefits Part B form for the explanation of benefits. The standardized referral form would be developed by a task force established by the Department of Insurance. The standardized forms would be used by health insurance carriers and providers after January 1, 2003.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Social Services  
Missouri Consolidated Health Care Plan  
Department of Insurance  
Department of Conservation  
Department of Public Safety  
Missouri State Highway Patrol

**NOT RESPONDING: Department of Transportation and Department of Corrections**



Jeanne Jarrett, CPA  
Director

January 16, 2001